

Medical Assistance Services

DIVISION SUMMARY:	FY 2005 Total Appr	FY 2005 Actual	FY 2006 Total Appr	FY 2007 Request	FY 2007 Gov Rec	FY 2007 Approp
BY PROGRAM						
Medicaid Admin & Medical Mgmt	1,117,380,500	1,110,116,100	1,160,268,200	69,731,700	69,998,900	53,703,900
Elders	0	0	0	214,732,800	210,302,800	197,922,300
Individuals with Disabilities	0	0	0	557,207,900	557,207,400	539,120,300
Low-Income Children & Adults	0	0	0	459,060,400	459,556,500	455,916,000
Total:	1,117,380,500	1,110,116,100	1,160,268,200	1,300,732,800	1,297,065,600	1,246,662,500
BY FUND SOURCE						
General	303,679,400	300,128,900	331,277,000	377,641,000	374,409,500	357,268,900
Dedicated	77,162,700	84,516,700	73,547,000	78,930,600	82,274,400	81,754,700
Federal	736,538,400	725,470,500	755,444,200	844,161,200	840,381,700	807,638,900
Total:	1,117,380,500	1,110,116,100	1,160,268,200	1,300,732,800	1,297,065,600	1,246,662,500
Percent Change:		(0.7%)	4.5%	12.1%	11.8%	7.4%
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	15,485,200	15,046,700	17,768,500	17,826,500	17,694,800	17,939,600
Operating Expenditures	20,641,400	22,983,800	19,036,600	47,045,900	49,276,300	31,894,500
Capital Outlay	0	136,700	0	63,600	78,200	920,200
Trustee/Benefit	1,081,253,900	1,071,948,900	1,123,463,100	1,235,796,800	1,230,016,300	1,195,908,200
Total:	1,117,380,500	1,110,116,100	1,160,268,200	1,300,732,800	1,297,065,600	1,246,662,500
Full-Time Positions (FTP)	260.00	259.00	271.00	279.50	284.50	287.50

	FTP	Gen	Ded	Fed	Total
FY 2006 Original Appropriation	271.00	331,274,200	77,978,600	779,439,700	1,188,692,500
Reappropriations	0.00	3,465,400	0	0	3,465,400
One-time 1% Salary Increase H395	0.00	49,800	700	90,000	140,500
Supplementals	0.00	(3,571,700)	(4,432,300)	(24,195,300)	(32,199,300)
Omnibus CEC Supplemental S1263	0.00	59,300	0	109,800	169,100
FY 2006 Total Appropriation	271.00	331,277,000	73,547,000	755,444,200	1,160,268,200
Non-Cognizable Funds and Transfers	(1.00)	72,200	10,551,300	11,324,900	21,948,400
FY 2006 Estimated Expenditures	270.00	331,349,200	84,098,300	766,769,100	1,182,216,600
Removal of One-Time Expenditures	0.00	(3,742,100)	(10,742,900)	(12,184,600)	(26,669,600)
Base Adjustments	0.00	650,000	(650,000)	0	0
FY 2007 Base	270.00	328,257,100	72,705,400	754,584,500	1,155,547,000
Benefit Costs Including H844	0.00	(45,600)	0	(84,600)	(130,200)
Inflationary Adjustments	0.00	144,600	0	269,400	414,000
Replacement Items	0.00	0	23,900	20,500	44,400
Statewide Cost Allocation	0.00	(700)	0	(2,100)	(2,800)
Annualizations	0.00	1,842,600	(16,093,600)	(24,373,600)	(38,624,600)
Change in Employee Compensation H844	0.00	94,600	0	175,500	270,100
Nondiscretionary Adjustments	0.00	28,415,600	19,962,600	68,781,300	117,159,500
FY 2007 Program Maintenance	270.00	358,708,200	76,598,300	799,370,900	1,234,677,400
Line Items	17.50	(1,482,900)	5,156,400	8,224,400	11,897,900
Omnibus Decisions	0.00	43,600	0	43,600	87,200
FY 2007 Total	287.50	357,268,900	81,754,700	807,638,900	1,246,662,500
% Chg from FY 2006 Orig Approp.	6.1%	7.8%	4.8%	3.6%	4.9%
% Chg from FY 2006 Total Approp.	6.1%	7.8%	11.2%	6.9%	7.4%

I. Medical Assistance Services: Medicaid Administration & Medical Mgmt

STARS Number & Budget Unit: 270 HWIA

Bill Number & Chapter: H844 (Ch.375), H849 (Ch.376), S1263 (Ch.1), S1422 (Ch.188)

PROGRAM DESCRIPTION: Comprises all the expenditures to administer a comprehensive program of medical coverage to eligible recipients in Idaho. Coverage is provided through traditional Medicaid (Title XIX), and CHIP (Title XXI). Administrative functions include managing provider payments, contracts with state agencies and universities for medical management, drug utilization reviews, individual assessments, and licensing and inspecting health facilities such as nursing homes, hospitals, and residential and assisted living facilities. Prior to FY 2007, all Medicaid expenditures were reported under the Medical Assistance Services Program. The program has been renamed Medicaid Administration & Medical Management.

PROGRAM SUMMARY:	FY 2005 Total Appr	FY 2005 Actual	FY 2006 Total Appr	FY 2007 Request	FY 2007 Gov Rec	FY 2007 Approp
BY FUND SOURCE						
General	303,679,400	300,128,900	331,277,000	15,462,800	14,663,100	13,838,000
Dedicated	77,162,700	84,516,700	73,547,000	4,089,900	5,673,300	3,233,300
Federal	736,538,400	725,470,500	755,444,200	50,179,000	49,662,500	36,632,600
Total:	1,117,380,500	1,110,116,100	1,160,268,200	69,731,700	69,998,900	53,703,900
Percent Change:		(0.7%)	4.5%	(94.0%)	(94.0%)	(95.4%)
BY EXPENDITURE CLASSIFICATION						
Personnel Costs	15,485,200	15,046,700	17,768,500	17,826,500	17,694,800	17,939,600
Operating Expenditures	20,641,400	22,983,800	19,036,600	47,045,900	49,276,300	31,894,500
Capital Outlay	0	136,700	0	63,600	78,200	920,200
Trustee/Benefit	1,081,253,900	1,071,948,900	1,123,463,100	4,795,700	2,949,600	2,949,600
Total:	1,117,380,500	1,110,116,100	1,160,268,200	69,731,700	69,998,900	53,703,900
Full-Time Positions (FTP)	260.00	259.00	271.00	279.50	284.50	287.50
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2006 Original Appropriation	271.00	331,274,200	77,978,600	779,439,700	1,188,692,500	
Reappropriations	0.00	3,465,400	0	0	3,465,400	
One-time 1% Salary Increase H395	0.00	49,800	700	90,000	140,500	
1. Medicare Part D Impact S1422	0.00	(3,571,700)	(4,432,300)	(24,195,300)	(32,199,300)	
Omnibus CEC Supplemental S1263	0.00	59,300	0	109,800	169,100	
FY 2006 Total Appropriation	271.00	331,277,000	73,547,000	755,444,200	1,160,268,200	
Non-Cognizable Funds and Transfers	(1.00)	72,200	10,551,300	11,324,900	21,948,400	
FY 2006 Estimated Expenditures	270.00	331,349,200	84,098,300	766,769,100	1,182,216,600	
Removal of One-Time Expenditures	0.00	(276,700)	(3,993,300)	(3,957,900)	(8,227,900)	
Transfer to New Budgeted Programs	0.00	(318,139,700)	(79,816,800)	(737,964,700)	(1,135,921,200)	
FY 2007 Base	270.00	12,932,800	288,200	24,846,500	38,067,500	
Benefit Costs Including H844	0.00	(45,600)	0	(84,600)	(130,200)	
Inflationary Adjustments	0.00	144,600	0	269,400	414,000	
Replacement Items	0.00	0	23,900	20,500	44,400	
Statewide Cost Allocation	0.00	(700)	0	(2,100)	(2,800)	
Change in Employee Compensation H844	0.00	94,600	0	175,500	270,100	
Nondiscretionary Adjustments	0.00	0	1,383,800	2,794,600	4,178,400	
FY 2007 Maintenance (MCO)	270.00	13,125,700	1,695,900	28,019,800	42,841,400	
7. Managed Care Selective Contracting	0.50	57,200	1,300	58,400	116,900	
8. Prevention Services/Risk Assessment	1.00	19,900	90,100	316,700	426,700	
9. Invest in Health Info Technology	0.00	200,000	0	300,000	500,000	
10. Health Info & Home Health Technology	0.00	0	0	70,000	70,000	
12. Long-Term Care Counseling	3.00	103,600	7,800	111,400	222,800	
13. Portability of Assessments	0.00	0	0	70,500	70,500	
14. Public Reporting & Consumer Info	0.00	0	0	70,000	70,000	
15. Cost Sharing	2.00	55,100	5,200	60,300	120,600	
21. Market Analysis for DD Services	0.00	150,000	0	150,000	300,000	
22. Workers with Disabilities	3.00	82,900	0	82,900	165,800	
24. Medicaid Mgmt Info System (MMIS)	8.00	0	1,433,000	7,279,000	8,712,000	
Targeted CEC H844	0.00	43,600	0	43,600	87,200	
FY 2007 Total Appropriation	287.50	13,838,000	3,233,300	36,632,600	53,703,900	
% Change From FY 2006 Original Approp.	6.1%	(95.8%)	(95.9%)	(95.3%)	(95.5%)	
% Change From FY 2006 Total Approp.	6.1%	(95.8%)	(95.6%)	(95.2%)	(95.4%)	

SUPPLEMENTALS: H395 provided a one-time 1% Change in Employee Compensation (CEC) increase that was contingent upon the General Fund balance at the end of fiscal year 2005. In addition, S1263 provided an early 3% ongoing CEC beginning in February of 2006 for 10 pay periods. S1422 provided \$550,000 to complete changes to the Medicaid Management Information System (MMIS) this fiscal year to implement the provisions of the Medicare Part D program. It also adjusted funding in trustee and benefit payments to accommodate the provisions of the Medicare Part D benefit:

- 1) returned savings generated by transferring responsibility to Medicare for prescription drug benefit for seniors receiving both Medicare and Medicaid - (\$40,294,000);
- 2) provided \$668,700 add 589 new "dual" eligibles identified during sign up of Medicare drug benefits;
- 3) provided \$6,876,000 due to the clawback where the federal government requires states to pay 90% of costs; and
- 4) provided a fund shift of \$4,432,300 between dedicated funds to state and federal funds due to the loss of prescription drug rebates and fewer purchases.

APPROPRIATION HIGHLIGHTS: Benefit costs were adjusted to provide that one medical insurance premium holiday and seven life insurance premium holidays be paid from reserves. JFAC also stipulated that increases in health insurance costs be paid from reserves. An inflationary increase of 1.9% was provided for operating expenditures and trustee and benefit payments. Replacement items included funding for two sedans, a seven-passenger van, and 18 personal computers. Statewide cost allocation reflected changes in State Controller fees. In addition to benefit funding, H844 funded CEC costs for the remaining 16 pay periods in FY 2007 and targeted \$87,200 for pay increases for specific job classes. Nondiscretionary adjustments include additional funding that became available in FY 2006 for personnel costs of \$230,300 and operating expenditures of \$3,948,100.

LEGISLATIVE INTENT: REAPPROPRIATION OF THE COOPERATIVE WELFARE FUND. There is hereby reappropriated to the Department of Health and Welfare any unexpended and unencumbered balances in the Cooperative Welfare Fund as appropriated to the Medical Assistance Services Program for fiscal year 2006, to be used for trustee and benefit payments for the period July 1, 2006, through June 30, 2007. The reappropriation shall be computed by the Department of Health and Welfare and for budgeting purposes any General Fund portion of the balance in the Cooperative Welfare Fund shall be identified as part of the General Fund.

OTHER LEGISLATION: Medicaid Reform was a Governor's Initiative to change the face of the Medicaid Program by dividing persons eligible for benefits into three distinct service categories that are budgeted in trustee and benefit payments: Elders, Individuals with Disabilities, and Low-Income Children and Working-Age Adults. In addition, there is a separate budgeted program for Medical Administration and Medical Management that includes funding for personnel costs, operating expenditures, and capital outlay. The Reform Initiative was proposed and approved by the Legislature in a series of bills and concurrent resolutions.

HCR48 MEDICAID MENTAL HEALTH SERVICES - Stating findings of the Legislature; encouraging the Department of Health and Welfare to eliminate partial care services for low-income children and adults without serious mental health disorders; encouraging the Department of Health and Welfare to limit Medicaid mental health benefits for low-income children without serious emotional disturbance and working-age adults without severe and persistent mental illness; encouraging the Department of Health and Welfare to establish a health risk assessment for certain individuals; encouraging the Department of Health and Welfare to continue the provision of intensive mental health treatment benefits to certain individuals; encouraging the Department of Health and Welfare to explore modifications of mental health benefits for individuals with disabilities or special health needs; and requesting a report to the Legislature. (Line Item #17 Low-Income Children & Working-Age Adults)

HCR49 PRESCRIPTION DRUGS - MEDICAID - FINANCING PROGRAM - Stating findings of the Legislature; encouraging the Department of Health and Welfare to proceed with the development and design of integrated programs for financing Medicare excluded prescription drugs covered under Idaho Medicaid in such a way that creates a seamless delivery system for prescription drug benefits for those individuals dually eligible for Medicaid and Medicare and which reduces program costs; and requesting a report to the Legislature. (Line Item #11 Elders)

HCR50aa MEDICAID - Stating findings of the Legislature; encouraging the Department of Health and Welfare to establish cost-sharing in the form of premiums for certain Idaho Medicaid participants; encouraging the Department of Health and Welfare to permit Medicaid participants to pay part or all of their premiums with funds in personal health accounts assigned to the participants and held by the Department, encouraging the Department to join a drug purchasing pool with the resulting savings to be used to fund the personal health accounts; and requesting a report to the Legislature. (Line Item #15 Medicaid Administration & Medical Management, Low-Income Children & Working-Age Adults)

HCR51 MEDICAID PRODUCTS - Stating findings of the Legislature; encouraging the Department of Health and Welfare to contract with a limited number of providers of certain Medicaid products and services and to seek additional opportunities for consolidated purchasing; and requesting a report to the Legislature. (Line Item #7 All Programs)

HCR52 LONG-TERM CARE - Stating findings of the Legislature; encouraging the Department of Health and Welfare to proceed with development of a long-term care options counseling program as part of the Planned Aging Resource Center Initiative; and requesting a report to the Legislature. (Line Item #12 Medicaid Administration & Medical Management, Elders)

HCR53 MEDICARE - MEDICAID - Stating findings of the Legislature; encouraging the Department of Health and Welfare to require individuals eligible for Medicare Parts A, B and D to enroll in Medicare as a condition of eligibility for the Idaho Medicaid Program; and requesting a report to the Legislature. (Line Item #23 Elders, Individuals with Disabilities)

H663aa MEDICAID - Adds to existing law relating to Medicaid to permit the Department of Health and Welfare to establish personal health accounts for Medicaid participants; to provide a purpose for the accounts; to provide for funding of the accounts; to permit rulemaking by the department; to provide for the use of the account funds; to provide payments from the accounts; to require the department to establish enforceable cost sharing; to provide for a purpose; to provide for rulemaking by the department; to provide for practices that may invoke copayments; to define terms; and to permit exceptions. (Line Item #8 Medicaid Administration & Medical Management, Low-Income

Children & Working-Age Adults)

H664 MEDICAID ELIGIBILITY - DISABLED WORKER - Adds to existing law relating to Medicaid to provide legislative findings; to provide eligibility requirements for workers with disabilities to qualify for Medicaid; to provide an exception for paying a Medicaid premium; and to provide for a premium based on income. (Line Item #22 Medicaid Administration & Medical Management, Individuals with Disabilities)

H738aa DEPARTMENT OF HEALTH AND WELFARE - Adds to existing law to set forth legislative intent; to establish the Health Quality Planning Commission within the Department of Health and Welfare; to provide for commission membership and meetings; to set forth provisions applicable to funding; and to set forth commission duties. (Line Item #9 Medicaid Administration & Medical Management)

H776 MEDICAID SIMPLIFICATION ACT - Adds to existing law relating to the Medicaid Simplification Act to provide a short title; to state legislative intent; to provide definitions; to provide powers and duties of the Director of the Department of Health and Welfare; to provide for medical assistance payments by the Department of Health and Welfare to or on behalf of designated categories of eligible persons; to permit the Department of Health and Welfare to make payment for medically necessary services furnished by providers to designate categories of eligible participants; and to specify the services for which payment may be made. (No fiscal impact)

H877 MEDICAID BENEFITS - CAREGIVERS - Adds to existing law relating to Medicaid to state legislative findings; and to require the director of the Department of Health and Welfare to establish a Medicaid benefit for caregivers and a caregiver benefit scale. (No fiscal impact)

S1417 MEDICAL ASSISTANCE - CHILDREN - Amends existing law relating to medical assistance to revise the definition of "eligible child"; to reference eligible children for purposes of the children's access card program; and to revise provisions applicable to the participation of small employers in the small business health insurance pilot program. (Line Item #4 Low-Income Children & Working-Age Adults)

FY 2007 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0220-03 CW - General	0.00	6,047,700	6,703,300	0	887,000	0	13,638,000
OT G 0220-03 CW - General	0.00	0	200,000	0	0	0	200,000
OT D 0150-01 Economic Recovery	0.00	57,000	1,042,500	461,800	0	0	1,561,300
D 0173-00 Idaho Health Insuranc	0.00	136,200	152,000	0	0	0	288,200
D 0220-05 CW - Other	276.50	0	1,383,800	0	0	0	1,383,800
F 0220-02 CW - Federal	3.00	11,185,700	15,605,400	0	2,062,600	0	28,853,700
OT F 0220-02 CW - Federal	0.00	513,000	6,807,500	458,400	0	0	7,778,900
Totals:	279.50	17,939,600	31,894,500	920,200	2,949,600	0	53,703,900

II. Medical Assistance Services: Elders

STARS Number & Budget Unit: 270 HWIB

Bill Number & Chapter: H849 (Ch.376)

PROGRAM DESCRIPTION: Beneficiaries covered in this plan primarily consist of those who are age 65 and older. All individuals dually eligible for Medicaid and Medicare, regardless of age, may elect to receive coverage under this plan.

PROGRAM SUMMARY:	FY 2005 Total Appr	FY 2005 Actual	FY 2006 Total Appr	FY 2007 Request	FY 2007 Gov Rec	FY 2007 Approp
BY FUND SOURCE						
General	0	0	0	68,475,100	67,122,300	60,256,900
Dedicated	0	0	0	9,155,700	9,155,700	9,677,500
Federal	0	0	0	137,102,000	134,024,800	127,987,900
Total:	0	0	0	214,732,800	210,302,800	197,922,300
Percent Change:						
BY EXPENDITURE CLASSIFICATION						
Trustee/Benefit	0	0	0	214,732,800	210,302,800	197,922,300
DECISION UNIT SUMMARY:						
	FTP	General	Dedicated	Federal	Total	
FY 2006 Original Appropriation	0.00	0	0	0	0	
Removal of One-Time Expenditures	0.00	(655,900)	(1,295,900)	(1,736,500)	(3,688,300)	
Transfer from Medical Administration	0.00	58,748,100	14,828,900	139,173,200	212,750,200	
FY 2007 Base	0.00	58,092,200	13,533,000	137,436,700	209,061,900	
Annualizations	0.00	921,300	(8,046,800)	(12,186,800)	(19,312,300)	
Nondiscretionary Adjustments	0.00	2,008,700	3,691,300	4,823,000	10,523,000	
FY 2007 Maintenance (MCO)	0.00	61,022,200	9,177,500	130,072,900	200,272,600	
6. Medicaid Estate Recovery	0.00	(150,000)	500,000	(350,000)	0	
7. Managed Care Selective Contracting	0.00	(147,800)	0	(352,200)	(500,000)	
11. Medicaid Rx Drugs/Medicare Part D	0.00	(15,000)	0	(35,000)	(50,000)	
12. Long-Term Care Counseling	0.00	(183,100)	0	(416,900)	(600,000)	
19. Pay for Performance	0.00	72,000	0	168,000	240,000	
20. Asset Transfer Restriction	0.00	(21,000)	0	(49,000)	(70,000)	
23. Medicare for Medicaid Clients	0.00	(320,400)	0	(1,049,900)	(1,370,300)	
FY 2007 Total Appropriation	0.00	60,256,900	9,677,500	127,987,900	197,922,300	

% Change From FY 2006 Original Approp.

% Change From FY 2006 Total Approp.

APPROPRIATION HIGHLIGHTS: Under Transfer from Medical Administration the funding identified for Services to Elders was transferred from the "old" Medical Assistance Services Program. Under Annualizations an adjustment was made to provide for the impact of Medicare Part D in fiscal year 2007. Nondiscretionary adjustments include funding for: \$3,691,300 to increase Medicaid receipts on an ongoing basis that became available in fiscal year 2006, provide a fund shift to federal funds from the General Fund of \$38,800 for changes in the federal match rate, \$3,222,900 for caseload increases, and \$3,608,800 for utilization increases.

OTHER LEGISLATION:

FY 2007 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0220-03 CW - General	0.00	0	0	0	60,256,900	0	60,256,900
D 0220-05 CW - Other	0.00	0	0	0	9,677,500	0	9,677,500
F 0220-02 CW - Federal	0.00	0	0	0	127,987,900	0	127,987,900
Totals:	0.00	0	0	0	197,922,300	0	197,922,300

III. Medical Assistance Services: Individuals with Disabilities

STARS Number & Budget Unit: 270 HWIC

Bill Number & Chapter: H849 (Ch.376)

PROGRAM DESCRIPTION: Medicaid eligible group primarily made up of children and adults (non-elderly) with disabilities or other individuals with special health needs, such as foster children. Individuals included in this plan may elect to remain in this plan after they turn 65 years old.

PROGRAM SUMMARY:	FY 2005 Total Appr	FY 2005 Actual	FY 2006 Total Appr	FY 2007 Request	FY 2007 Gov Rec	FY 2007 Approp
BY FUND SOURCE						
General	0	0	0	165,358,100	165,358,100	157,220,900
Dedicated	0	0	0	32,963,300	32,963,300	33,510,100
Federal	0	0	0	358,886,500	358,886,000	348,389,300
Total:	0	0	0	557,207,900	557,207,400	539,120,300
Percent Change:						
BY EXPENDITURE CLASSIFICATION						
Trustee/Benefit	0	0	0	557,207,900	557,207,400	539,120,300
DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total	
FY 2006 Original Appropriation	0.00	0	0	0	0	
Removal of One-Time Expenditures	0.00	(1,581,600)	(3,070,200)	(3,647,000)	(8,298,800)	
Transfer from Medical Administration	0.00	144,538,400	36,220,600	333,580,100	514,339,100	
FY 2007 Base	0.00	142,956,800	33,150,400	329,933,100	506,040,300	
Annualizations	0.00	921,300	(8,046,800)	(12,186,800)	(19,312,300)	
Nondiscretionary Adjustments	0.00	13,513,200	8,379,500	31,352,300	53,245,000	
FY 2007 Maintenance (MCO)	0.00	157,391,300	33,483,100	349,098,600	539,973,000	
7. Managed Care Selective Contracting	0.00	(61,500)	0	(143,500)	(205,000)	
19. Pay for Performance	0.00	61,500	0	143,000	204,500	
22. Workers with Disabilities	0.00	150,000	27,000	341,100	518,100	
23. Medicare for Medicaid Clients	0.00	(320,400)	0	(1,049,900)	(1,370,300)	
FY 2007 Total Appropriation	0.00	157,220,900	33,510,100	348,389,300	539,120,300	

% Change From FY 2006 Original Approp.

% Change From FY 2006 Total Approp.

APPROPRIATION HIGHLIGHTS: Under Transfer from Medical Administration \$514,339,100 identified for Services to Individuals with Disabilities was transferred from the "old" Medical Assistance Services Program, and \$650,000 of spending authority from the Liquor Control Fund was shifted to the General Fund. Under Annualizations an adjustment was made to provide for the impact of Medicare Part D in fiscal year 2007. Nondiscretionary adjustments include: \$8,379,500 to increase Medicaid receipts on an ongoing basis that became available in fiscal year 2006, provide a fund shift to federal funds from the General Fund of \$88,700 for changes in the federal match rate, \$21,870,400 for caseload increases, and \$22,995,100 for utilization increases.

LEGISLATIVE INTENT: (1) MARKET ANALYSIS. The Department of Health and Welfare shall contract for independent actuarial services to conduct a market analysis of service providers referred to in Chapter 86, Laws of 2005. Beginning July 1, 2006, the Department of Health and Welfare is authorized to increase the rates paid to providers of developmental disability services for certain services not to exceed 1.9% for fiscal year 2007. These services include developmental therapy evaluation, developmental therapy for groups and individuals, supported living for groups and individuals, comprehensive community support/daily, and community-based services/daily.

(2) PARENT-DIRECTED SERVICES FOR CHILDREN. The Department of Health and Welfare shall enter into discussions with the Council on Developmental Disabilities, parents and guardians, and other stakeholders to study the feasibility of providing parent-directed and guardian-directed care for children with developmental disabilities similar to the effort made on behalf of adults with developmental disabilities for self-determination. The Department shall report the results of their review to the Legislature during the next legislative session along with recommendations for further legislative action if appropriate.

FY 2007 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0220-03 CW - General	0.00	0	0	0	157,220,900	0	157,220,900
D 0173-00 Idaho Health Insuranc	0.00	0	0	0	893,500	0	893,500
D 0179-00 Medical Assistance	0.00	0	0	0	2,500	0	2,500
D 0220-05 CW - Other	0.00	0	0	0	32,614,100	0	32,614,100
F 0220-02 CW - Federal	0.00	0	0	0	348,389,300	0	348,389,300
Totals:	0.00	0	0	0	539,120,300	0	539,120,300

IV. Medical Assistance Services: Low-Income Children & Working-Age Adults

STARS Number & Budget Unit: 270 HWID

Bill Number & Chapter: H849 (Ch.376)

PROGRAM DESCRIPTION: Medicaid eligible group primarily consisting of Pregnant Women and Children (PWC), Family Medicaid and Idaho's Children Health Insurance Program (CHIP). These populations are assumed to be in average health, with average levels of health and disease.

PROGRAM SUMMARY:	FY 2005 Total Appr	FY 2005 Actual	FY 2006 Total Appr	FY 2007 Request	FY 2007 Gov Rec	FY 2007 Approp
BY FUND SOURCE						
General	0	0	0	128,345,000	127,266,000	125,953,100
Dedicated	0	0	0	32,721,700	34,482,100	35,333,800
Federal	0	0	0	297,993,700	297,808,400	294,629,100
Total:	0	0	0	459,060,400	459,556,500	455,916,000
Percent Change:						
BY EXPENDITURE CLASSIFICATION						
Trustee/Benefit	0	0	0	459,060,400	459,556,500	455,916,000

DECISION UNIT SUMMARY:	FTP	General	Dedicated	Federal	Total
FY 2006 Original Appropriation	0.00	0	0	0	0
Removal of One-Time Expenditures	0.00	(1,227,900)	(2,383,500)	(2,843,200)	(6,454,600)
Transfer from Medical Administration	0.00	115,503,200	28,117,300	265,211,400	408,831,900
FY 2007 Base	0.00	114,275,300	25,733,800	262,368,200	402,377,300
Nondiscretionary Adjustments	0.00	12,893,700	6,508,000	29,811,400	49,213,100
FY 2007 Maintenance (MCO)	0.00	127,169,000	32,241,800	292,179,600	451,590,400
3. CHIP-Elimination of Asset Criteria	0.00	0	777,900	1,762,200	2,540,100
4. CHIP-Remove "Uninsured" Rqrmnt	0.00	0	553,700	1,260,700	1,814,400
7. Medicaid Selective Contracting	0.00	(36,900)	0	(88,100)	(125,000)
8. Prevention Services/Risk Assessment	0.00	2,034,100	0	7,012,000	9,046,100
15. Cost Sharing	0.00	(528,100)	1,760,400	(1,232,300)	0
17. Appropriate Benefits for Healthy People	0.00	(3,000,000)	0	(7,000,000)	(10,000,000)
18. Premium Assistance Option	0.00	(135,000)	0	(315,000)	(450,000)
19. Pay for Performance	0.00	450,000	0	1,050,000	1,500,000
FY 2007 Total Appropriation	0.00	125,953,100	35,333,800	294,629,100	455,916,000

% Change From FY 2006 Original Approp.

% Change From FY 2006 Total Approp.

APPROPRIATION HIGHLIGHTS: Under Transfer from Medical Administration the funding identified for Low-Income and Working-Age Adults was transferred from the "old" Medical Assistance Services Program. Nondiscretionary adjustments include: \$6,508,000 to increase Medicaid receipts on an ongoing basis that became available in fiscal year 2006, provide a fund shift to federal funds from the General Fund of \$68,900 for changes in the federal match rate, \$12,152,900 for caseload increases, and \$30,552,200 for utilization increases.

FY 2007 APPROPRIATION:	FTP	Pers. Cost	Oper Exp	Cap Out	T/B Pymnts	Lump Sum	Total
G 0220-03 CW - General	0.00	0	0	0	125,953,100	0	125,953,100
D 0173-00 Idaho Health Insuranc	0.00	0	0	0	1,717,400	0	1,717,400
D 0220-05 CW - Other	0.00	0	0	0	33,616,400	0	33,616,400
F 0220-02 CW - Federal	0.00	0	0	0	294,629,100	0	294,629,100
Totals:	0.00	0	0	0	455,916,000	0	455,916,000